

Auditing Procedures Report

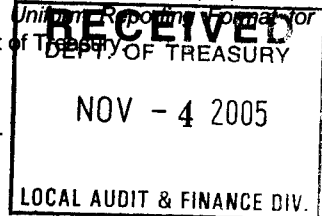
Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name SANILAC TOWNSHIP	County SANILAC
Audit Date 3/31/05	Opinion Date 10/27/05	Date Accountant Report Submitted to State: 11/3/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.



We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			✓
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).			✓

Certified Public Accountant (Firm Name) BRINING & NARTKER, P.C.			
Street Address 47 AUSTIN STREET P.O. BOX 348		City SANDUSKY	State MI
Accountant Signature 		ZIP 48471	Date 11/3/05

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BRINING & NARTKER, P.C.

Certified Public Accountants

DOUGLAS P. BRINING, CPA
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Members of
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Certified Public Accountants

American Institute of
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Township of Sanilac
Sanilac County, Michigan

Members of the Board:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Township of Sanilac, Michigan, as of and for the year ended March 31, 2005, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Township of Sanilac, Michigan. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Management has not prepared their discussion and analysis information for the Township of Sanilac, Michigan. This discussion is required by U.S. generally accepted accounting principles as supplemental information.

In our opinion, except for the omission of management's discussion and analysis as discussed the previous paragraph, which results in an incomplete presentation, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Township of Sanilac, Michigan, as of March 31, 2005, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 6, the Township has partially implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as of April 1, 2004.

The budgetary comparison information on pages 14 through 16 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Sanilac, Michigan's basic financial statements. The accompanying additional information, as identified in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The additional information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Brining & Nartker, P.C.
BRINING & NARTKER, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

October 27, 2005

BASIC FINANCIAL STATEMENTS

**TOWNSHIP OF SANILAC
STATEMENT OF NET ASSETS
MARCH 31, 2005**

**GOVERNMENTAL
ACTIVITIES**

ASSETS:	
Current assets:	
Cash and cash equivalents (Note 1 and 4)	\$ 171,908
Investments (Note 1 and 4)	116,913
Receivables:	
taxes	8,660
fire runs	3,715
state revenue sharing	20,602
Capital assets, net (Note 5)	8,266
TOTAL ASSETS	<u>330,064</u>
LIABILITIES:	
Current Liabilities:	
Property taxes overpayment	15,657
TOTAL LIABILITIES	<u>15,657</u>
NET ASSETS:	
Invested in capital assets	8,266
Unrestricted	306,141
TOTAL NET ASSETS	<u><u>\$ 314,407</u></u>

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF SANILAC
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2005**

<u>Function/Program</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense)</u>
		<u>Charges</u>	<u>Operating</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Net Assets</u>
				<u>Governmental</u>
				<u>Activities</u>
Governmental activities:				
General government	\$ 105,199	\$ 2,444	\$ -	\$ (102,755)
Public safety	21,400	7,000	-	(14,400)
Public works	112,876	-	-	(112,876)
Recreation and culture	1,105	-	-	(1,105)
				-
Total Governmental Activities	<u>\$ 240,580</u>	<u>\$ 9,444</u>	<u>\$ None</u>	<u>(231,136)</u>
General Revenues:				
Property taxes				103,357
Intergovernmental state				132,027
Interest				5,949
Miscellaneous				5,337
Total General Revenues				<u>246,670</u>
Change in net assets				15,534
Net assets - beginning of year (Note 2)				298,873
Net assets - end of year				<u>\$ 314,407</u>

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF SANILAC
BALANCE SHEET
GOVERNMENTAL FUND
MARCH 31, 2005**

**GENERAL
FUND**

ASSETS

Cash and cash equivalents (Note 1 and 4)	\$ 171,908
Investments (Note 1 and 4)	116,913
Receivables:	
Taxes	8,660
Fire runs/ditching	3,715
State revenue sharing	20,602
TOTAL ASSETS	<u>\$ 321,798</u>

LIABILITIES AND FUND BALANCE

LIABILITIES:

Property taxes overpayment	\$ 15,657
TOTAL LIABILITIES	<u>15,657</u>
FUND BALANCE:	
Undesignated	306,141
TOTAL FUND BALANCE	<u>306,141</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 321,798</u>

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF SANILAC
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE YEAR ENDED MARCH 31, 2005**

**GENERAL
FUND**

REVENUES:		
Taxes		\$ 103,357
Charges for services		9,444
Intergovernmental revenue		132,027
Interest		5,949
Other		5,337
TOTAL REVENUES		<u>256,114</u>
EXPENDITURES:		
General government		104,499
Public safety		21,400
Public works		112,876
Recreation and culture		1,105
TOTAL EXPENDITURES		<u>239,880</u>
EXCESS OF REVENUES OVER EXPENDITURES		<u>16,234</u>
FUND BALANCE - BEGINNING OF YEAR		289,907
FUND BALANCE - END OF YEAR		<u><u>\$ 306,141</u></u>

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the Township of Sanilac conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Township.

Reporting Entity

The Township of Sanilac is located on the east edge of Sanilac County, Michigan at 20 N. Ridge Street, Port Sanilac, Michigan. The Township board consists of five elected officials; the supervisor, clerk, treasurer, and two trustees. Services provided to the residents by the Township are: fire protection, roads and streets, and general administrative services.

Government-Wide and Fund Financial Statements:

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the Township. For the most part, the effect of the Interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenue.

Separate financial statements are provided for governmental funds.

Measurement Focus, Basis of Accounting and Financial Statement Presentation:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

(Continued)

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

The governmental fund financial statements consist of the Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances. These financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Those revenues susceptible to accrual are licenses and interest. Revenue charges for services, fines, and permit revenues are not susceptible to accrual because generally they are not measurable until received in cash. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The government reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for another fund.

Property Taxes

Properties are assessed as of December 31, and the related property taxes become a lien on December 1 of the following year. These taxes are due on February 14 with the final collection date of February 28 before they are added to the county tax rolls. The delinquent real property taxes of the Township are purchased by the County of Sanilac. The County sells tax notes, the proceeds of which are used to pay the Township for these taxes. These taxes have been recorded as revenue for the current year. The 2004 tax roll millage rate was .6367 mills, and the taxable value was \$104,727,251.

Use of Estimates

The process of preparing financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenditures. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Investments

Investments with an initial maturity of more than three months are reported as investments.

(Continued)

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column in the government-wide statement of net assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In accordance with the provisions of GASB 34, the Township has elected to capitalize the cost of governmental fund infrastructure assets after the implementation date of GASB 34. Prior acquisitions or construction costs of infrastructure assets will not be recorded. Property, plant and equipment is depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Equipment	5-10 years

Budgets

Annual budgets are approved prior to the beginning of the fiscal year and are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at year end. The Township does not utilize encumbrance accounting.

Cash and Cash Equivalents

For presentation on the financial statements, investments in cash management pools and investments with an original maturity of three months or less at the time they are purchased by the Township are considered to be cash equivalents.

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – BUDGET VIOLATIONS:

P.A. 621 of 1978, section 18 (1), as amended, provides that a local unit shall not incur expenditures in excess of the amount appropriated. The legal level of budgetary control adopted by the governing body is the department level.

In the financial statements, the Township's actual expenditures and budgeted expenditures have been shown on a department basis. The approved budgets of the Township for these budgetary funds were adopted at the departmental level. During the year ended March 31, 2005, the Township did not incur any expenditures in the General Fund which were in excess of the amounts appropriated.

NOTE 3 – DEPOSITS AND INVESTMENTS:

Michigan Compiled Laws, Section 129.91, authorizes a local governmental unit to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations which have an office in Michigan. The local unit is allowed to invest in bonds, securities and other direct obligations of the United States or any agency or instrumentality of the United States; United States government or federal agency obligations; repurchase agreements; bankers' acceptance of United States banks; commercial paper rated within the two highest classifications which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated as investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan.

The Township's cash accounts consist of various interest bearing checking accounts and certificates of deposit. As of March 31, 2005, the carrying amount of the Township's deposits was \$288,821 and the bank balance was \$1,202,387. Of the bank balance, \$216,913 was covered by Federal Depository Insurance.

The Governmental Accounting Board (GASB) Statement No. 3 risk disclosure for the Township's cash deposits are as follows:

Nonrisk Categorized

<u>DESCRIPTION</u>	<u>GENERAL FUND</u>
Checking Account	\$ 171,908
Certificate of Deposits	116,913
Total	<u>\$ 288,821</u>

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

NOTE 4 – CAPITAL ASSETS:

Capital asset activity for the current year was as follows:

	<u>Balance April 1, 2004</u>	<u>Additions</u>	<u>Disposals and Adjustments</u>	<u>Balance March 31, 2005</u>
<u>Primary Government</u>				
Capital Assets Not Being Depreciated				
Land	\$ 7,216	\$ -	\$ -	\$ 7,216
Total Capital Assets Not Being Depreciated	<u>7,216</u>	<u>None</u>	<u>None</u>	<u>7,216</u>
Capital Assets Being Depreciated				
Equipment	3,500	-	-	3,500
Total Capital Assets Being Depreciated	<u>3,500</u>	<u>None</u>	<u>None</u>	<u>3,500</u>
Less Accumulated Depreciation for:				
Equipment	1,750	700	-	2,450
Total For Accumulated Depreciation	<u>1,750</u>	<u>700</u>	<u>None</u>	<u>2,450</u>
Net Capital Assets Being Depreciated	<u>1,750</u>	<u>(700)</u>	<u>None</u>	<u>1,050</u>
Governmental Activities Total Capital Assets - Net of Depreciation	<u>\$ 8,966</u>	<u>\$ (700)</u>	<u>\$ None</u>	<u>\$ 8,266</u>

Depreciation expense was charged to programs of the Township as follows:

General Government	\$ 700
Total Program Depreciation Expense	<u>\$ 700</u>

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

NOTE 5 - RISK MANAGEMENT:

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The Township continues to carry commercial insurance for risks of loss. The Township does not provide employee health or life insurance coverage. The Township does provide workers compensation insurance coverage.

NOTE 6 - CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND EQUITY:

For the year ending March 31, 2005, the Township has implemented (GASB) Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. It creates new basic financial statements which now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Also the statement requires a management's discussion and analysis letter to offer readers a narrative of the financial statements.

As a result of implementing GASB Statement No. 34, net assets were restated at April 1, 2004 as follows:

Fund Balance - April 1, 2005 (restated)	\$ 289,907
Capital assets - net	<u>8,966</u>
Net Assets - April 1, 2005	<u><u>\$ 298,873</u></u>

**TOWNSHIP OF SANILAC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

NOTE 7 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS:

The General Fund's fund balance and the net change in fund balance differ from net assets and change in net assets reported in the statement of net assets and statement of activities. This difference results primarily from the long-term economic focus of the statement of net assets and statement of activities versus the economic focus of the statement of the General Fund balance sheet and statement of revenue, expenditures, and changes in fund balance. The following is a reconciliation of fund balance to net assets and the net change in fund balance to the net change in net assets:

Net Change in Fund Balances - Modified Accrual Basis	\$ 16,234
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Total change in net assets reported for governmental activities
in the statement of activities is difference because:

The governmental fund reports capital outlays as expenditures.
However, in the statement o activities, the cost of those
assets is allocated over their estimated useful lives as
depreciation expense.

Current year depreciation expense	(700)
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Change in Net Assets of Governmental Activities - Full Accrual Basis	<u>\$ 15,534</u>
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Total Fund Balance - Modified Accrual Basis	\$ 306,141
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Amounts reported for governmental activities in the statement
of net assets are different because:

Capital assets used in governmental activities are not financial
resources and, therefore, are not reported as assets in the
governmental fund. Capital assets at year end consist of:

Capital asset cost	\$ 10,716	
Capital asset accumulated depreciation	<u>(2,450)</u>	
		8,266

Total Net Assets - Full Accrual Basis	<u>\$ 314,407</u>
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REQUIRED SUPPLEMENTARY INFORMATION

**TOWNSHIP OF SANILAC
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2005**

	<u>ORIGINAL/ FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES:			
Taxes:			
Current taxes	\$ 56,354	\$ 60,278	\$ 3,924
Delinquent taxes	7,000	8,660	1,660
Trailer taxes	7,000	5,979	(1,021)
Adminstration fee	27,000	28,440	1,440
Total Taxes	<u>97,354</u>	<u>103,357</u>	<u>6,003</u>
Charges for Services:			
Fire runs	16,500	7,000	(9,500)
Land division	350	650	300
Land use permits	1,500	1,794	294
Miscellaneous	1,250	-	(1,250)
Total Charges for Services	<u>19,600</u>	<u>9,444</u>	<u>(10,156)</u>
Intergovernmental State	<u>125,017</u>	<u>132,027</u>	<u>7,010</u>
Interest	<u>1,781</u>	<u>5,949</u>	<u>4,168</u>
Other Revenue:			
Metro authority	827	3,324	2,497
Miscellaneous	1,000	2,013	1,013
Total Other Revenue	<u>1,827</u>	<u>5,337</u>	<u>3,510</u>
TOTAL REVENUES	<u>245,579</u>	<u>256,114</u>	<u>10,535</u>

(Continued)

**TOWNSHIP OF SANILAC
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

EXPENDITURES:	Original/ Final Budget	Actual	Variance With Final Budget
General Government:			
Supervisor:			
Salary	\$ 6,000	\$ 6,200	\$ (200)
Assessor:			
Salary	14,000	14,000	-
SET collection fee	-	4,359	(4,359)
Treasurer & Deputy Treasurer:			
Salary	10,600	10,600	-
Clerk & Deputy Clerk:			
Salary	9,600	10,220	(620)
Trustees:			
Wages	2,275	1,845	430
Zoning:			
Board wages	5,000	3,510	1,490
Administrator	3,000	3,363	(363)
Elections:			
Wages	1,600	2,237	(637)
Supplies	400	163	237
Board of Appeals	500	-	500
Board of Review	1,000	569	431
Administration:			
Supplies and postage	4,000	3,376	624
Travel	400	148	252
Cemetery	1,825	1,905	(80)
Legal and audit	5,800	5,092	708
Printing and publishing	3,000	4,122	(1,122)
Economic Development Council	2,000	-	2,000
Hall repairs	2,000	1,400	600
Insurance	9,000	9,201	(201)
Dues	1,825	1,825	-
Convention	2,000	-	2,000
Utilities:			
Hall	4,500	4,538	(38)
Overhead	3,400	3,341	59
Taxes - FICA	3,500	3,017	483
Taxes - Trailer	6,900	4,840	2,060

(Continued)

**TOWNSHIP OF SANILAC
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED MARCH 31, 2005
(CONTINUED)**

	<u>Original/ Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
EXPENDITURES: Continued			
Administration: (Continued)			
Land use permits	\$ 1,500	\$ 1,326	\$ 174
Land split permits	350	350	-
Education	600	210	390
Capital outlay:			
Equipment	9,000	-	9,000
Building improvements	4,000	-	4,000
Land	30,000	-	30,000
Miscellaneous	1,000	2,290	(1,290)
Office equipment and repair	5,000	452	4,548
Total General Government	<u>155,575</u>	<u>104,499</u>	<u>51,076</u>
Public Safety:			
Fire runs	16,500	7,000	9,500
Fire truck payment	2,700	1,000	1,700
Fire retainer fee	11,300	13,400	(2,100)
Total Public Safety	<u>30,500</u>	<u>21,400</u>	<u>9,100</u>
Public Works:			
Road maintenance and construction	86,000	83,838	2,162
Water study and costs	51,000	29,038	21,962
Total Public Works	<u>137,000</u>	<u>112,876</u>	<u>24,124</u>
Recreation and Culture:			
Recreation Program	1,200	1,105	95
TOTAL EXPENDITURES	<u>324,275</u>	<u>239,880</u>	<u>84,395</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(78,696)</u>	<u>16,234</u>	<u>94,930</u>
FUND BALANCE - BEGINNING OF YEAR	289,907	289,907	-
FUND BALANCE - END OF YEAR	<u>\$ 211,211</u>	<u>\$ 306,141</u>	<u>\$ 94,930</u>

ADDITIONAL INFORMATION

**TOWNSHIP OF SANILAC
CURRENT TAX COLLECTION FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED MARCH 31, 2005**

	<u>Balance April 1, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance March 31, 2005</u>
<u>ASSETS</u>				
Cash	\$ None	\$ 2,894,372	\$ 2,894,372	\$ None
TOTAL ASSETS	<u>\$ None</u>	<u>\$ 2,894,372</u>	<u>\$ 2,894,372</u>	<u>\$ None</u>
<u>LIABILITIES</u>				
Due to general fund	\$ -	\$ 96,902	\$ 96,902	\$ -
Due to Sanilac District Library	-	53,862	53,862	-
Due to county	-	697,657	697,657	-
Due to village	-	28,018	28,018	-
Due to schools	-	1,417,454	1,417,454	-
Due to state	-	586,300	586,300	-
Refunds	-	14,179	14,179	-
TOTAL LIABILITIES	<u>\$ None</u>	<u>\$ 2,894,372</u>	<u>\$ 2,894,372</u>	<u>\$ None</u>

**TOWNSHIP OF SANILAC
CURRENT TAX COLLECTION FUND
SCHEDULE OF ADDITIONS AND DEDUCTIONS
FOR THE YEAR ENDED MARCH 31, 2005**

ADDITIONS:

Current property tax	\$ 2,890,547
Interest	2,597
Fire runs/ditching	1,228

TOTAL ADDITIONS

2,894,372

DEDUCTIONS:

Sanilac County:	
Sanilac County operating	375,413
County Library	18,294
Senior Citizens	18,294
Ambulance	17,561
Drug Task Force	44,693
Veterans	11,430
County Parks	17,872
County Roads	175,806
Medical Care Facility	18,294
State Education tax	586,300
Sanilac Intermediate School District	259,579
CPS Community Schools	995,263
Cros-Lex Community Schools	162,612
Village of Port Sanilac D.D.A.	28,018
Township operating	96,902
District Library	53,862
Refunds	14,179

TOTAL DEDUCTIONS

2,894,372

NET ADDITIONS OVER (UNDER) DEDUCTIONS

\$ None